

CITY OF WHEAT RIDGE, COLORADO
RESOLUTION 12
Series of 2012

TITLE: A RESOLUTION APPROVING THE ASSIGNMENT, COMMITMENT, AND RESTRICTION OF FUND BALANCES IN ACCORDANCE WITH GOVERNMENTAL ACCOUNTING STANDARDS BOARD (GASB) STATEMENT NO. 54

WHEREAS, the Governmental Accounting Standards Board ("GASB") has adopted Statement 54 ("GASB 54") *Fund Balance Reporting and Governmental Fund Type Definitions*, a new standard for governmental fund balance reporting and governmental fund type definitions that became effective in governmental fiscal years starting June 30, 2011; and

WHEREAS, Fund balance measures the net financial resources available to finance expenditures for future periods; and

WHEREAS, Certain City revenue sources have specific limitations on the purpose for which all or a portion of the revenue can be used by the City; and

WHEREAS, the City of Wheat Ridge elects to implement GASB 54 requirements, and to apply such requirements to its financial statements beginning with the 2011 fiscal year; and

WHEREAS, for financial statement reporting purposes, the GASB Statement defines Restricted amounts as those that are constrained to specific purposes by their providers through constitutional provisions or enabling legislation; and

WHEREAS, for financial statement reporting purposes, the GASB Statement defines Committed amounts as those constrained to specific purposes by the government itself; and

WHEREAS, for financial statement reporting purposes, the GASB Statement defines Assigned amounts as those the government intends to use for a specific purpose; and

WHEREAS, for financial statement reporting purposes, the GASB Statement defines Unassigned amounts as those amounts that are available for any purposes reported only in the General Fund; and

WHEREAS, when expenditures are incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) fund balances are available, the City's policy is to first apply restricted fund balance. When expenditures are incurred for purposes for which committed, assigned, or unassigned fund balances are available, the City's policy is to first apply committed fund balance, then assigned fund balance and finally unassigned fund balance; and

WHEREAS, this policy delegates to the City Manager, or the City Manager's Designee, authority to assign unrestricted fund balance amounts where the City's intent is for those amounts to be used for specific purposes. This delegation of authority is for the sole purpose of reporting these amounts in the annual financial statements; and

NOW THEREFORE BE IT RESOLVED by the City Council of the City of Wheat Ridge, Colorado, in accordance with the provisions of GASB 54 adopts the following authorization for fiscal year 2011 to comply with the categorization of fund balance as prescribed by GASB Statement 54 as recommended by the City Manager or his designee, as follows:

Section 1. The following Special Funds are acknowledged as *assigned* funds:

1. Capital Investment Fund 30
2. Capital Equipment Replacement Fund 57

Section 2. The following Special Funds are acknowledged as *committed* funds:

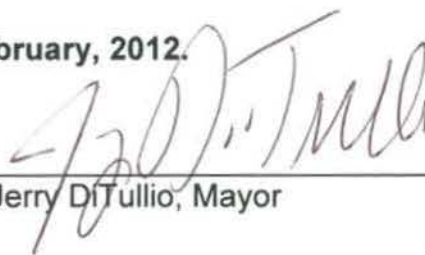
3. Public Art Fund 12
4. Municipal Court Fund 33
5. Crime Prevention Fund 63
6. Recreation Center Fund 64

Section 3. The following Special Funds are acknowledged as *restricted* funds:

7. Police Investigation Fund 17
8. Open Space Fund 32
9. Conservation Trust Fund 54

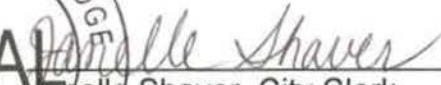
Section 4. The City commits Recreation Center Fund revenue sources and the Recreation Center Fund balance. The City also commits all interest earnings to the funds listed in Section 1 and Section 2 above. Additionally, in those funds designated in Section 3 above, as Restricted Fund, the City commits all interest earnings to the specific fund the interest earnings are recorded in.

DONE AND RESOLVED THIS ___ DAY OF February, 2012.



Jerry DiTullio, Mayor





Janelle Shaver, City Clerk